LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6798 NOTE PREPARED: Jan 3, 2008

BILL NUMBER: SB 339

BILL AMENDED:

SUBJECT: Various Motor Vehicle Matters.

FIRST AUTHOR: Sen. Merritt BILL STATUS: As Introduced

FIRST SPONSOR:

FUNDS AFFECTED: GENERAL IMPACT: State

X DEDICATED FEDERAL

Summary of Legislation: This bill:

- (1) Repeals and relocates provisions concerning the licensing of commercial driver training schools and instructors, and transfers their responsibility from the Bureau of Motor Vehicles (BMV) to the Indiana Criminal Justice Institute (ICJI);
- (2) Transfers rules of the BMV concerning commercial driver training schools and instructors from the Bureau to the ICJI;
- (3) Removes the requirement that the daily deposit of motor vehicle excise taxes collected by the BMV be deposited in a separate account;
- (4) Authorizes the BMV to determine the registration schedule for various categories of vehicles;
- (5) Repeals outdated language concerning registration schedules for certain vehicles; and
- (6) Makes conforming amendments.

Effective Date: Upon passage; July 1, 2008.

Explanation of State Expenditures: (1) Transferring responsibility of the licensing of commercial driver training schools and instructors from the Bureau of Motor Vehicles (BMV) to the Indiana Criminal Justice Institute (ICJI) will mean a reduction of BMV expenditures associated with this function and a corresponding increase in expenditures for the ICJI. The fund affected for both the BMV and the ICJI is the Motor Vehicle

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Highway Account (MVHA). The ICJI was appropriated approximately \$11.9 M from the MVHA for FY 2009.

(3) Removing the requirement that the daily deposit of motor vehicle excise taxes collected by the BMV be deposited in a separate account will have no direct fiscal impact.

Explanation of State Revenues: (1) Transferring responsibility of the licensing of commercial driver training schools and instructors will mean a new user of the fees. The fees that are collected by the BMV currently for certifying commercial driver education schools and instructors are deposited into the MVHA and are used to offset the expenditures of the program. Under the bill, the fees will continue to be deposited into the MVHA.

The BMV collects \$100 per school, and there are 110 schools resulting in revenue of approximately \$11,000 per year. There is also a fee of \$10 per instructor per facility (instructors can be certified at more than one facility), which generates about \$5,200 per year in instructor fees. The total revenue generated amounts to approximately \$16,200.

(4) Authorizing the BMV to determine the registration schedule for various categories of vehicles may result in a change in timing of the receipt of revenue, depending upon the schedule adopted by the BMV.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Criminal Justice Institute.

Local Agencies Affected:

<u>Information Sources:</u> Sarah Meyer, BMV Legislative Liaison, 317-232-1936; Monty Combs, Deputy Commissioner and Chief Financial Officer of the BMV, 317-234-1910.

Fiscal Analyst: James Sperlik, 317-232-9866.

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